FISCAL NOTE

HB 745 - SB 851

February 14, 2005

SUMMARY OF BILL: Requires installation of emergency keyed lock box with universal key at each elevator bank of any health care facility, state-owned public building, and all state universities with student housing.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$50,000 One-Time Increase Local Govt Expenditures – Exceeds \$2,500 One-Time*

Other Fiscal Impact – Increase federal TennCare expenditures in an amount exceeding \$6,600 over time

Assumptions:

- One elevator bank at each state office building. Approximately 50 state office buildings will be affected. Cost is approximately \$100 per box at a total cost of \$5,000.
- Higher education institutions have a total of 328 elevator banks at a total cost of \$32,800.
- Number of local government-owned health care facilities with elevators, assuming one bank per facility, is not known but is estimated to be at least 25 at a total cost of \$2,500.
- Privately-owned nursing homes will claim expense as an allowable cost under TennCare, with resulting increase in state and federal TennCare expenditures. At least one hundred nursing homes with one bank each at a total cost of \$10,000. Cost is allocated \$3,400 to state government and \$6,600 to the federal government.

*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director